

## Proposal from the United States – Outline of the Article on Finance in the Agreement

### Article X

1. Mobilization:
  - Parties should cooperate to promote the mobilization of climate finance from a variety of instruments and channels, including private finance.
2. Prioritization of the poorest, most vulnerable:
  - Parties should prioritize the most concessional resources for the poorest, most vulnerable, and/or with the least ability to mobilize other resources.
3. Integration:
  - Parties should integrate climate resilience considerations into their international development assistance.
4. Scaling down international support for high-emission investments:
  - Parties should take steps to scale down international support for high-emission investment.
5. Enhancing enabling environments:
  - Parties should cooperate to enhance enabling environments with a view to improving developing country access to public and private low-emission and climate-resilient support and investment.
6. Transparency:
  - Parties shall report on support biennially in accordance with Article X on transparency. Reports shall include information on, as relevant, support provided and mobilized, and methodologies utilized; efforts to improve domestic enabling environments; support received and estimated results of support received.
7. Institutional Arrangements:
  - The Financial Mechanism established by Article 11 of the Convention shall serve as the financial mechanism of this Agreement, and function under the guidance of and be accountable to the governing body of this Agreement, which shall decide on its policies, program priorities and eligibility criteria related to this Agreement.

(Note: We would see the accompanying decision text as the most appropriate place to discuss the operating entities that will serve the financial mechanism, the role of the SCF, and any other relevant thematic bodies it might be appropriate to reference. At the same time, we are open to a discussion of whether the operating entities and the role of the SCF should be discussed in the context of the Agreement.)

(Built upon references throughout the co-chairs' tool, including Part 1, par 12, Option 1, in part; Part 1, par 15; Part 1, par 13(d) and par 16; Part 3, par 52(a); Part 3, par 53, Option 1, par 19 of Part I, etc.)